

## Regulation History

**Type of Regulation:** Sales and Use Tax  
**Regulation:** 1671.1  
**Title:** Discounts, Coupons, Rebates, and Other Incentives  
**Preparation:** Lynda Cardwell/Chuck Arana  
**Legal Contact:** Randy Ferris/Denise Riley

Proposed regulatory language to clarify the application of tax to third-party rebates.

### History of Proposed Regulation:

April 23, 2007: Rulemaking file submitted to Office of Administrative Law for approval.  
March 20, 2007: Board adopted regulation (Vote 5-0)  
March 20, 2007: Public Hearing  
January 20, 2007: Beginning of public comment period  
January 19, 2007: Notice of public hearing published in California Regulatory Notice Register, Register 2007, No. 3-Z, e-mailed and US mail to interested parties.  
November 20, 2006: Business Taxes Committee, Board authorized publication of proposed regulation (Vote 4-1)  
September 19, 2006: 2<sup>nd</sup> Interested Parties meeting  
July 25, 2006: 1<sup>st</sup> Interested Parties meeting  
April 13, 2006: Topic placed on Business Taxes Committee calendar  
March 28, 2006: Chief Counsel Matters, referred to Business Taxes Committee (Vote 5-0)  
January 31, 2006: Board directed staff to prepare proposed language for two or more alternative approaches to the application of tax to third-party rebates for the Board to consider pursuant to a regulatory process.

Sponsor: Board staff

Support: NA  
Oppose: NA